

## ADMINISTRATION

Budget Summary						FTE Position Summary				
Fund	2014-15 Adjusted Base	Request		2015-17 Change Over Base Year Doubled		2014-15	Request		2016-17 Over 2014-15	
		2015-16	2016-17	Amount	%		2015-16	2016-17	Number	%
GPR	\$414,704,300	\$422,513,400	\$791,647,400	\$384,752,200	46.4%	95.84	95.84	95.84	0.00	0.0%
FED	143,785,500	144,022,500	144,026,600	478,100	0.2	78.18	78.18	78.18	0.00	0.0
PR	322,962,000	339,730,400	340,590,200	34,396,600	5.3	816.41	816.41	816.41	0.00	0.0
SEG	<u>53,743,600</u>	<u>53,636,300</u>	<u>53,638,400</u>	<u>- 212,500</u>	- 0.2	<u>13.60</u>	<u>13.60</u>	<u>13.60</u>	<u>0.00</u>	0.0
TOTAL	\$935,195,400	\$959,902,600	\$1,329,902,600	\$419,414,400	22.4%	1,004.03	1,004.03	1,004.03	0.00	0.0%

### Major Request Items

#### 1. STANDARD BUDGET ADJUSTMENTS

Request standard budget adjustments to the base totaling -\$299,400 GPR, \$487,100 FED, \$2,136,800 PR, and -\$107,300 SEG in 2015-16 and -\$283,300 GPR, \$491,200 FED, \$2,281,100 PR, -\$105,200 SEG in 2016-17. Adjustments are for: (a) turnover reduction (-\$124,000 GPR and -\$1,140,800 PR annually); (b) removal of non-continuing elements from the base (-\$21,000 GPR, -\$1,000 FED, and -\$21,000 PR annually); (c) full funding of continuing position salaries and fringe benefits (-\$22,800 GPR, \$510,000 FED, \$2,008,800 PR, and -\$128,600 SEG annually); (d) reclassifications and semiautomatic pay progression (\$2,000 GPR, \$64,600 PR, and \$6,500 SEG annually); (e) overtime (\$536,600 PR annually); (f) night and weekend differential pay (\$28,300 PR annually); and (g) full funding of lease and directed moves costs (-\$133,600 GPR, -\$21,900 FED, \$660,300 PR, and \$14,800 SEG in 2015-16 and -\$117,500 GPR, -\$17,800 FED, \$804,600 PR, and \$16,900 SEG in 2016-17).

GPR	- \$582,700
FED	978,300
PR	4,417,900
SEG	<u>- 212,500</u>
Total	\$4,601,000

#### 2. APPROPRIATION OBLIGATION BONDS DEBT SERVICE REESTIMATE -- PENSION BONDS

Request \$383,064,900 GPR in 2016-17 to reflect the required debt service appropriation level associated with the appropriation obligation bonds issued to pay the state's Wisconsin Retirement System unfunded prior service liability as well as the accumulated sick leave conversion credit program liability. Under the legal agreements governing the appropriation bonds, the annual debt service appropriation for repayment of the bonds must equal the maximum possible payment that could be made in each succeeding year. Because there are large principal payments currently scheduled in 2017-18, the GPR appropriation in 2016-17 would be increased, although these moneys would not be expended in

GPR	\$383,064,900
GPR-Lapse	<u>377,347,500</u>
Net GPR	\$5,717,400

2016-17 and would lapse (revert) to the general fund. As a result, the GPR-Lapse relating to this program would increase by \$377.3 million in 2016-17, which would largely offset the cost of the requested increase in GPR funding.

**3. APPROPRIATION OBLIGATION BONDS DEBT SERVICE REESTIMATE--TOBACCO BONDS**

GPR	- \$5,838,500
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Request a reduction of -\$5,838,500 in 2016-17 to reflect the required debt service appropriation level associated with the appropriation obligation bonds issued in 2009 to refinance the outstanding bonds of the Badger Tobacco Asset Securitization Corporation, under which the state regained the rights to its tobacco settlement payments. Under the legal agreements governing the appropriation bonds, the annual debt service appropriation for repayment of the bonds must equal the maximum possible payment that could be made in each succeeding year. Because there are smaller principal payments scheduled in 2016-17 and 2017-18 compared to base level funding, the GPR appropriation in 2016-17 would be decreased.

**4. ONE-TIME GPR AUTHORITY FOR HUD REPAYMENT**

GPR	\$8,108,500
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Request \$8,108,500 in 2015-16 for repayment of community development block grant (CDBG) funding to the U.S. Department of Housing and Urban Development (HUD). The federal agency determined that four projects previously awarded grants were ineligible activities and must be repaid. Funding associated with the CDBG awards totals \$16,210,862.81, of which the State of Wisconsin may pay \$7,602,456.40 by voluntarily reducing future CDBG awards from HUD. In addition, one project has repaid \$500,000 to DOA. The remaining \$8,108,406.41 must be repaid to HUD for the ineligible activities.

**5. RISK MANAGEMENT COSTS RE-ESTIMATE**

PR	\$14,943,400
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Request \$7,471,700 annually for risk management claims, associated with increased claims costs. Funding would be provided for property claims (\$6,079,100 annually) and liability claims (\$1,392,600 annually). Base funding for the appropriation is \$27,934,500 (\$3,968,200 for property claims, \$4,170,400 for liability claims, and \$19,795,900 for worker's compensation claims). No increase is requested for worker's compensation claims. The program is supported from revenue generated by assessments to state agencies.

**6. POSTAGE APPROPRIATION CREATION AND FUNDING**

PR	\$9,562,200
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Request the creation of a new continuing PR appropriation funded at \$16,137,900 in 2015-16 and \$16,536,900 in 2016-17 for the payment of agency postage costs to address increasing postage costs. In addition, request the deletion of \$11,556,300 annually associated with postage costs from DOA's annual PR appropriation for printing, mail, communication, and information technology services to state agencies.

**7. FACILITIES OPERATIONS AND MAINTENANCE FUEL  
AND UTILITIES RE-ESTIMATE**

PR	\$3,147,100
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Request \$1,525,300 in 2015-16 and \$1,621,800 in 2016-17 for estimated increases in fuel and utilities costs for DOA's facility operations and maintenance appropriation (\$1,517,500 in 2015-16 and \$1,613,000 in 2016-17) and parking appropriation (\$7,800 in 2015-16 and \$8,800 in 2016-17).

**8. SELF-FUNDED PORTAL APPROPRIATION INCREASE**

PR	\$2,326,000
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Request \$1,053,000 in 2015-16 and \$1,273,000 in 2016-17 for increased expenditure authority for the state's self-funded web portal appropriation, associated with a projected increase in revenue from portal user fees as well as an expanded offering of web-based governmental services provided to the public. Expenditures from the appropriation include the cost for DOA to provide certain information technology services to the portal. Base funding for the self-funded portal is \$4,680,200 annually.

**9. TRANSFER PETROLEUM VIOLATION ESCROW-  
FUNDED POSITION**

FED	- \$500,200
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Request deletion of \$261,900 and 0.3 position authority annually from DOA's oil overcharge restitution funds appropriation. In addition, request \$11,800 and 0.3 position authority annually for DOA's federal aid appropriation. The Department projects the oil overcharge funding, also known as petroleum violation escrow funding, to be fully expended by the end of 2014-15. In addition, DOA indicates that the federal aid appropriation has sufficient revenue to support the position.

**10. CONSOLIDATION OF TELECOMMUNICATIONS AND INFORMATION  
TECHNOLOGY SERVICES TO STATE AGENCIES APPROPRIATIONS**

Request the transfer of all spending and position authority from DOA's appropriation for telecommunications services to state agencies and certain veterans services to its appropriation for printing, mail, communication, and information technology services to state agencies. The request would transfer \$18,371,000 PR in 2015-16 and \$18,371,700 PR in 2016-17 and 7.1 PR positions annually. No net funding increase is requested in relation to the consolidation.

**11. PROPOSED ELIMINATION OF INACTIVE BOARDS, COUNCILS OR  
COMMISSIONS**

Request the elimination of the inactive boards, councils, or commissions identified below. Under s. 16.42(3) of the statutes, a requirement created under 2013 Act 20, DOA is required to include in its biennial agency budget request a proposal to eliminate inactive boards, councils, or commissions that have not held a meeting since the preceding September 15, unless the council, board, or commission is required to exist under federal law. Included in DOA's request are advisory councils of the Office of the Commissioner of Insurance that are not statutorily created

and have not met since September 15, 2013.

The Department indicates that the following entities have not met for at least one year prior to September 15, 2014, and requests that they be eliminated.

Statutorily Created Boards, Councils, and Commissions

**Administration**

Acid Deposition Research Council  
Council on Small Business, Veteran-Owned Business and Minority Business Opportunities  
Council on Utility Public Benefits  
Depository Selection Board  
Information Technology Management Board  
Service Award Board  
Tax Appeals Commission (Since submittal of the budget request, DOA has indicated that the Tax Appeals Commission was inadvertently included on the list and should be removed as the Commission meets on a regular basis.)  
Waste Facility Siting Review Board

**Agriculture, Trade, and Consumer Protection**

Agricultural Producer Security Council  
Farm to School Council

**Government Accountability Board**

Election Administration Council

**Governor**

College and Workforce Readiness Council  
Pardon Advisory Board  
Standards Development Council  
State of Wisconsin Citizen Corps Council  
Wisconsin Governor's Council on Physical Fitness & Health

**Health Services**

Emergency Medical Services Board

**Historical Society**

Historical Society Endowment Fund Council

**Insurance**

Peer Review Council

**Natural Resources**

Invasive Species Council  
Lake Michigan Commercial Fishing Board  
Lake Superior Commercial Fishing Board  
Managed Forest Land Board  
Metallic Mining Council  
Milwaukee River Revitalization Council  
Natural Areas Preservation Council

**Public Instruction**

Council on Health Problems Education Program  
Council on Milwaukee Public Schools Grant Programs

**Public Service Commission**

Telecommunications Privacy Council

**Safety and Professional Services**

Automatic Fire Sprinkler System Contractors and Journeymen Council  
Barbering Advisory Committee  
Building Inspector Review Board  
Conveyance Safety Code Council  
Crematory Authority Council  
Dietitians Affiliated Credentialing Board  
Examining Council on Licensed Practical Nurses  
Examining Council on Registered Nurses  
Multifamily Dwelling Code Council  
Pharmacist Advisory Council  
Respiratory Care Practitioners Examining Council

**Transportation**

Transportation Projects Commission

**Workforce Development**

Labor and Management Council  
Wisconsin Apprenticeship Council

**Advisory Councils Not Statutorily Required****Insurance**

Annuity Sales Supervision Advisory Committee  
Autism Treatment Working Group  
Health & Life Advisory Council  
Independent Review Organization Working Group  
Individual Uniform Application Working Group  
Life and Disability Advisory Council  
Life Settlement Subgroup  
Long-Term Care Subgroup  
Medicare Supplement Guarantee Issue Amendments Subgroup  
Mental Health Parity Subgroup  
Model Audit Rule Work Group  
Readability Working Group  
Senior Designations Working Group  
Small Group Health Insurer Subgroup  
Title Advisory Council